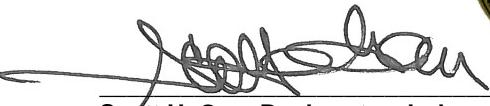


Dated: August 6, 2015



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4 Attorneys for Debtors


Scott H. Gan, Bankruptcy Judge

6 THE UNITED STATES BANKRUPTCY COURT
7 FOR THE DISTRICT OF ARIZONA

8 *In re:*

9 Michael P. Turner and
10 Nancy M. Turner,

11 Debtors

Chapter 11 Proceeding

Case No.: 4:14-bk-01928-SHG

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ORDER CONFIRMING
DEBTORS' SECOND AMENDED
PLAN OF REORGANIZATION
DATED FEBRUARY 5, 2015 AND
MODIFICATIONS THERETO

The Second Amended Plan of Reorganization under Chapter 11 of the Bankruptcy Code filed by Michael and Nancy Turner, the Debtors and Debtors-in-Possession in the above-captioned Chapter 11 case, ("Debtors") dated February 5, 2015, hereinafter referred to as "The Plan", and a copy of said Plan and the Disclosure Statement approved by the Court having been transmitted to the holders of claims and interests; and the Debtor having filed an Affidavit attesting that all confirmation requirements of 11 U.S.C. § 1129 of the Code have been complied with;

It having been determined after notice and a hearing:

1. That the Plan complies with the applicable provisions of Chapter 11 of the Code;
2. That the proponent of the Plan complies with the applicable provisions of the Code;
3. That the Plan has been proposed in good faith and not by any means

1 forbidden by law;

2 4. That any payment made or promised by the proponent, by the Debtor,
3 or any person issuing securities or requiring property under the Plan, for services or for
4 costs and expenses in, or in connection with, the case, or in connection with the Plan or any
5 incident to the case, have been disclosed to the Court. The Debtors will continue to
6 manage the affairs of their estate. Any regulatory commission with jurisdiction, after
7 confirmation of the Plan, over the rates of the Debtors has approved any rate change
8 provided for in the Plan, or such rate change is expressly conditioned on such approval.

9 With respect to each class:

10 A. Each holder of a claim or interest of such class has accepted the
11 Plan; or will receive or retain under the Plan on account of such claim or interest property
12 of a value, as of the effective date of the Plan, that is not less than the amount that such
13 holder would so receive or retain if the Debtor were liquidated under Chapter 7; or

14 B. If Section 1111(b)(2) of the Code applies to the claims of such
15 class, each holder of a claim of such class will receive or retain under the Plan on account of
16 such claim property of a value, as of the effective date of the Plan, that is not less than the
17 value of such creditor's interest in the estate's interest in the property that secures such
18 claims;

19 C. Debtor's reserve the right to object to claims at a later date.

21 Further, with respect to each class:

22 1. Class One is administrative claims, is not impaired and was not
23 eligible to vote. All Administrative fees will be paid in cash on the Effective Date.

24 2. Class Two is the priority claims of governmental units. Class Two is
25 impaired, did not cast a vote, and will receive the treatment set forth in the Plan.

26 3. Class Three is the secured ad valorem tax claims. Class Three is not
27 impaired, was not eligible to vote and will receive the treatment set forth in the Plan.

28 4. Class 4 - Secured claim of Seterus, Inc. ("Seterus") related to its first

1 lien claim of Seterus secured by the real property located at 7855 E. 34th St., Tucson, AZ
2 85710, the Debtors' principal residence. Seterus will receive the treatment set forth in the
3 Loan Modification Agreement by and between Seterus and the Debtors, and as approved in
4 that Order entered on May 12, 2015, which is attached as Exhibit B-1 hereto and made a
5 part hereof.

6 5. Class 5 - Secured claim of Green Tree Servicing, LLC ("Green Tree")
7 consisting of the first lien claim of Green Tree secured by the real property located at 6543
8 E. Calle Herculo, Tucson, AZ 85713. Class 5 is impaired, did not vote and will receive the
9 treatment set forth in the Plan.

10 6. Class 6 - Secured claim of Green Tree Servicing, LLC ("Green Tree")
11 consisting of the first lien claim of Green Tree secured by the real property located at 1854
12 W. Caravelle Rd., Tucson, AZ 85713. Class 6 is impaired, voted to accept the plan and
13 will receive the treatment pursuant to the Order entered by the Court on January 6,
14 2015 for the Stipulation filed with the Court, which is attached as Exhibit B-2 hereto
15 and made a part hereof.

16 7. Class 7 - Secured claim of Bank of America ("BOA") consisting of the
17 first lien claim of BOA secured by the real property located at 7745 W. Shining Moon Way,
18 Tucson, AZ 86743. Class 5 is impaired, voted to accept the plan and will receive the
19 treatment pursuant to the Order entered by the Court on June 23, 2015 for the
20 Stipulation filed with the Court, which is attached as Exhibit B-3 hereto and made a
21 part hereof.

22 8. Class 8 - Secured claim of Seterus, Inc. ("Seterus") consisting of the first
23 lien claim of Seterus secured by the real property located at located at 1070 S. Floral Ridge
24 Way, Tucson, AZ 85710. Parties stipulated to stay relief on August 9, 2014 lifting the stay as
25 to 1070 S. Floral Ridge Way, Tucson, AZ 85710.

26 9. Class 9 - Secured claim of Bank of America ("BOA") consisting of the
27 first lien claim of BOA secured by the real property located at located at 5986 S. Pin Oak
28 Dr., Tucson, AZ 85746. Class 5 is impaired, voted to accept the plan and will receive the

1 treatment pursuant to the Order entered by the Court on January 26, 2015 for the
2 Stipulation filed with the Court which is attached as Exhibit B-4 hereto and made a part
3 hereof.

4 10. Class 10 - Secured claim of Wells Fargo Bank, N.A. ("Wells Fargo")
5 consisting of the first lien claim of BOA secured by the real property located at 3405 S. Sun
6 Splash Dr., Tucson, AZ 85713. Class 5 is impaired, voted to accept the plan and will
7 receive the treatment pursuant to the Order entered by the Court on April 20, 2015 for
8 the Stipulation filed with the Court which is attached as Exhibit B-5 hereto and made a
9 part hereof.

10 11. Class 11 - Secured claim of Wells Fargo Bank, N.A. ("Wells Fargo")
11 consisting of the first lien claim of BOA secured by the real property located at 5488 S. Via
12 Florena, Tucson, AZ 85706. Parties stipulated to stay relief on June 23, 2015 lifting the stay
13 as to the real property located at 5488 S. Via Florena, Tucson, AZ 85706.

14 12. Class 12 - Secured claim of Residential Funding Securities I, Inc.
15 consisting of the first lien claim secured by the real property located at 10000 E. Prince Rd.,
16 Tucson, AZ 85749. Class 5 is impaired, voted to accept the plan and will receive the
17 treatment pursuant to the Stipulation filed with the Court on June 24, 2015 which is
18 attached as Exhibit B-6 hereto and made a part hereof.

19 13. Class 13 - Secured claim of JP Morgan Chase Bank, N.A. ("JP Morgan")
20 consisting of the second lien claim of JP Morgan secured by the real property located at
21 10000 E. Prince Rd., Tucson, AZ 85749. Class Thirteen is impaired, did not vote and will
22 receive the treatment set forth in the Plan.

23 14. Class 14 - Third Lien Claim of Bank of America, N.A. ("BOA")
24 consisting of the third lien claim of BOA secured by the real property located at 10000 E.
25 Prince Rd., Tucson, AZ 85749. Class fourteen is impaired, did not vote and will receive
26 the treatment set forth in the Plan.

27 15. Class 15 - Secured Claim of Wells Fargo Bank, N.A. ("Wells Fargo")
28 consisting of the first lien claim of Wells Fargo secured by the 2008 Chrysler Town &

1 Country. Class fifteen has accepted the Plan pursuant to a Stipulation on file with the Court
2 and will receive the treatment pursuant to the Stipulation filed with the Court on
3 September 17, 2014, which is attached as Exhibit B-7 hereto.

4 16. Class 16 - Unsecured Deficiency Claims and Unsecured Claims consists
5 of all unsecured deficiency claims and unsecured claims against the debtor. Class sixteen is
6 impaired, did not vote and will receive the treatment set forth in the Plan.

7 17. Class 17 - Class 17 consists of all contingent, unliquidated and disputed
8 claims unless otherwise identified herein. Class seventeen is impaired, did not vote and
9 will receive the treatment set forth in the Plan.

10 18. Class 18 - Class 18 consists of the contingent and disputed claims of the
11 Silvermans in the amount of \$45,650.00, as set forth in the Silvermans' proof of claim dated
12 January 21, 2015. Class 18 is impaired, voted to accept the plan and will receive the
13 treatment pursuant to the Plan.

14 Except to the extent that the holder of a particular claim has agreed to a different
15 treatment of such claim, the Plan provides that:

16 A. With respect to a claim of a kind specified in Sections 507(a)(1) or
17 507(a)(2) of the Code, on the effective date of the Plan, the holder of such claim will receive
18 on account of such claim cash equal to the allowed amount of such claim;

19 B. With respect to a class of a kind specified in Sections 507(a)(3),
20 507(a)(4), 507(a)(5) or 507(a)(6) of the Code, each holder of a claim of such class will receive,
21 if such class has accepted the Plan, deferred cash payments of a value, as of the effective
22 date of the Plan, equal to the allowed amount of such claim; or, if such class has not
23 accepted the Plan, cash on the effective date of the Plan equal to the allowed amount of
24 such claim; and

25 C. With respect to a claim of a kind specified in Section 507(a)(8) of the
26 Code, the holder of such claim will receive on account of such claim value, as of the
27 effective date of the Plan, equal to the allowed amount of such claim. Confirmation of the
28 Plan is not likely to be followed by the liquidation, or the need for further financial

1 reorganization, of the Debtors or any successor to the Debtors under the Plan, unless such
2 liquidation or reorganization is proposed in the Plan.

3 The property of this estate is vested in the reorganized Debtors after confirmation.
4 All liens or encumbrances on the debtors' assets except as permitted by prior agreements
5 approved by this Court or as set forth herein are invalid and removed.

6 NOW THEREFORE, it is accordingly ORDERED that the Debtors' Second Amended
7 Plan of Reorganization dated February 5, 2015 (copy attached as Exhibit "A" and
8 Stipulations to treatment attached as Exhibit "B 1 through 7") shall be, and hereby is,
9 confirmed in its entirety (except as modified herein, and to the extent there are any
10 inconsistencies between the terms of the Plan and this Order, this Order will control), and
11 the Debtors shall proceed to effectuate the Plan in accordance with the terms of this Order;
12 and it is further documents as may be necessary and required to effectuate consummation
13 of this Plan; and it is further ORDERED that all Classes of creditors, and/or their respective
14 agents, assigns or successors- in-interest, are hereby authorized and directed to execute and
15 deliver to the Debtors any and all documentation as may be required by Debtors to
16 effectuate consummation and implementation of the terms of the Plan.

17
18 ALL SECURED CREDITORS SHALL PROVIDE THE DEBTORS WITHIN 60 DAYS OF
19 THE EFFECTIVE DATE, A NEW PAYMENT BOOK AND/OR MONTHLY
20 STATEMENTS REFLECTING THE NEW MONTHLY PAYMENTS AMOUNTS DUE AS
21 SET FORTH UNDER THE TERMS OF THE CONFIRMED PLAN OF
22 REORGANIZATION.

23
24 DATED, SIGNED AND ORDERED ABOVE.

25
26 APPROVED AS TO FORM AND CONTENT:
27


28 Attorney for Seterus, Inc.

A

Bryan W. Goodman (02055)
GOODMAN & GOODMAN, PLC
7473 E. Tanque Verde Rd.,
Tucson, Arizona 85715
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Court Documents: bwg@goodmanadvisor.com

Attorneys for Debtors

THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF ARIZONA

In re:

Chapter 11 Proceeding

Michael P. Turner and
Nancy M. Turner,

Case No.: 4:14-bk-01928-SHG

Debtors.

**DEBTORS' FIRST AMENDED PLAN
OF REORGANIZATION DATED
FEBRUARY 5, 2015**

M. Paul and Nancy M. Turner, (hereinafter referred to as "Debtors"), hereby submit this Plan of Reorganization in accordance with 11 U.S.C. §1121(a).

1. DEFINITIONS

As utilized in this Plan of Reorganization (hereinafter "Plan") and in the Disclosure Statement (hereinafter "Disclosure Statement") which accompanies this Plan of Reorganization, the following definitions apply to the following terms:

1. "Adequate information" means information that would enable a hypothetical reasonable investor typical of holders of claims or interest of the Debtors' estate, to make an informed judgment about the Debtors' Plan of Reorganization.

2. "Allowed and Approved Claim" shall mean a timely filed Proof of Claim pursuant to an Order from the Court setting a bar date to which that claim should be filed and no objection to the claim having been filed. If an objection to a claim is filed, said claim will be allowed to the extent ordered by the Court.

3. "Bankruptcy Code" shall mean the Bankruptcy Code as set forth in Title 11 of the United States Code.

4. "Bankruptcy Court" shall mean the United States Bankruptcy Court for the

1 District of Arizona.

2 5. "Confirmation of the Plan" shall mean the entry of an order by the Bankruptcy
3 Court confirming the Plan or Reorganization in accordance with §1129 of the Bankruptcy
4 Code.

5 6. "Consummation of the Plan" means the accomplishment of all things required or
6 provided for under the terms of the Plan.

7 7. "Court" shall mean the United States Bankruptcy Court for the District of Arizona.

8 8. "Creditors" shall mean all persons holding claims for secured and unsecured
9 obligations, liabilities, demands or claims of any nature whatsoever against the Debtor
10 arising at any time prior to confirmation of the Plan and administrative creditors.

11 9. "Debtors" shall mean the petitioners in the above-captioned Bankruptcy case.

12 10. "Disclosure Statement" shall mean this Disclosure Statement (hereinafter
13 "Disclosure Statement") filed in this case approved, after notice and a hearing by the Court
14 as being in conformity with §1125 of the Bankruptcy Code.

15 11. "Disposable Income" that amount of income to be contributed by debtors for a
16 period of 60 months and paid to creditors on allowed claims of creditor on a pro rata basis.
17 The amount of disposable income will be reduced by any allowed administrative fees
18 allowed by this Court.

19 12. "Effect of Discharge" 11 U.S.C. 1141 d(1) Except as otherwise provided in this
20 subsection, in the plan, or in the order confirming the plan, the confirmation of a plan- (A)
21 Discharges the debtor from any debts that arose before the date of such confirmation, and
22 any debt of a kind specified in section 502(g), 502(h), or 502(I) of this title. (2) A discharge
23 under this chapter does not discharge a debtor who is an individual from any debt
24 excepted from discharge under section 523 of this title.

25 13. "Effective Date" shall mean the later of (a) the first business day following the
26 60th day after entry of the Court of an order confirming this Plan, or (b) the first business
27 day after such order has become final and unappealable; provided however, no appeal of
28 said order is pending; provided further, the Debtor may waive the condition that no appeal

1 of the order of confirmation be pending by a writing duly executed by the Debtor and filed
2 with the Court on or before the date which but for the pendency of appeal would become
3 the effective date of the Plan, and in the event that said condition is timely waived by the
4 Debtor, the Plan shall become effective as provided herein notwithstanding the pendency
5 on said date of an appeal or appeals; in the event that said condition is not timely waived,
6 the Plan shall become effective on the first business day after an appeal is no longer
7 pending.

8 14. "Petition" means the original Chapter 11 Petition filed by the Debtors.

9 15. "Plan" shall mean the Plan of Reorganization accompanying the Disclosure
10 Statement as it may be amended, modified and/or supplemented pursuant to which the
11 Debtors propose payment in whole or in part of creditors' claims

12 16. "Plan distribution date" shall be a date that ends with the first full calendar
13 quarter after the date that the Chapter 11 Plan is confirmed by the Court.

14 17. All other terms not specifically defined by this Disclosure Statement shall have
15 the meaning as designated in §101 of the Bankruptcy Code or, if not contained therein, their
16 ordinary meaning.

II. CLASSES OF CLAIMS

Administrative Claims.

19 These claims consist of the expenses of administration of the estate including
20 attorney fees for Debtor's counsel and any unpaid fees to the U.S. Trustee. The Debtors
21 estimate these costs and expenses may be in excess of \$5,000.00.

Tax Claims.

Debtors estimated taxes will be owed to the IRS for 2013, however, the tax obligation has not yet been calculated. Required treatment of tax claims is addressed in §§507(a)(8) & 1129(a)(9). The Debtor intends to treat all relevant tax claims as required by applicable bankruptcy and state law.

Secured Claims.

1 As reflected in the original schedules filed by the Debtors, Debtors estimated secured
2 claims in the amount of \$1,820,872.00.

3 Unsecured Claims.

4 As reflected in the original schedules filed by the Debtors, Debtors estimated
5 unsecured claims in the amount of \$34,000.00, which does not include any deficiency
6 amounts for secured creditors.

7 Domestic Support Claims.

8 As reflected in the schedules filed by the Debtor, there are no domestic support
9 orders against the Debtor.

10 **III. TREATMENT OF CLAIMS NOT IMPAIRED UNDER THE PLAN**

11 Classes 1, 4 and 15 are not impaired under the Plan in that the Plan does not alter the
12 legal or contractual rights to which the holders of such claims are entitled and/or the
13 Bankruptcy Code permits payment over an extended period of time and/or the holder of
14 the claim has agreed to a different treatment.

15 **IV. TREATMENT OF IMPAIRED CLAIMS UNDER THE PLAN**

16 Classes 2, 3, 5, 6, 7, 8, 9, 10, 11, 12, 13, 15, 16, 17, and 18 are impaired under the Plan
17 in that the Plan does alter the legal or contractual rights to which the holders of such claims
18 are entitled and/or the Bankruptcy Code permits payments over an extended period of time
19 and/or the holder of the claims has agreed to a different treatment.

20 **V. CLASSES OF CLAIMS**

21 *Classification and Treatment of Claims and Interests*

22 1. *Claim Amounts:* Because certain claims against the Debtor may be unknown or of
23 undetermined amounts, the amounts of claims specified in this Disclosure Statement reflect
24 only the Debtor's best estimate at this time of the amount due. In addition, the amounts of
25 the claims specified in this Disclosure Statement do not include, for example, claims arising
26 from the rejection of certain executory contracts and other contingent or unliquidated
27 claims arising against the debtor.

28 2. *Effective Date of the Plan:* The "Effective Date" of the Plan is important in

1 determining when performance of many of the Debtor's obligations under the Plan is due.
2 The Effective Date is defined in the Plan as the first business day following the later of the
3 following day;

- 4 (i) the date on which the Order confirming the Plan (the "Confirmation Order")
5 becomes final and non-appealable with no appeal then pending; or
6 (ii) 60 days after the date of the Confirmation Order for unsecured claims; and
7 (iii) 30 days after the date of the Confirmation Order for secured claims.

8 3. *Classification:* The Plan divides claims against the Debtor, into multiple separate
9 classes that the Debtor asserts are in accordance with the Bankruptcy Code. Unless
10 otherwise expressly stated in the Plan, distributions to holders of allowed claims are in full
11 satisfaction of their allowed claims. All claims against the Debtor arising prior to
12 confirmation will be discharged by performance of the Plan on the Effective Date to the
13 extent that such claims are dischargeable under the Bankruptcy Code Section 1141(d).

14 The Plan provides for 18 classes of claims to be paid or administered in the following
15 manner:

16 **8.1 Class 1 - Administrative Claims**

17 These claims are for the expenses of administration of the estate, including attorney
18 fees for Debtors' counsel in the approximate sum of \$5,000.00 and unpaid fees to the U.S.
19 Trustee, if any. Debtors believe, at the time that the Debtors' Chapter 11 Plan is confirmed,
20 that there will be an administrative expense claim in the approximate amount of \$5,000.00.
21 This claim shall be paid in cash, or in the amounts allowed by the Court upon the Plan
22 distribution date unless otherwise agreed to between the Debtors and the administrative
23 creditor. (This class is not impaired.)

24 **8.2 Class 2 - Priority Claims of Governmental Units**

25 A. *Classification:* Class 2 claims consists of all allowed claims of the United States
26 Internal Revenue Service ("IRS") and/or State of Arizona, Department of Revenue
27 ("ADOR") and/or the Arizona Department of Economic Security ("ADES"), City of Tucson
28 or other government agency which are entitled to priority pursuant to Section 507(a)(8) of

the Bankruptcy Code except ad valorem taxes.

B. Impairment: Class 2 is impaired.

C. Treatment: In the event there are determined to be allowed Class 2 claims, each holder of a Class 2 allowed claim shall retain its claim, in accordance with Section 1129 of the Bankruptcy Code. The claim shall bear simple interest at a fixed rate equal to that rate which would be required to be paid as of the Effective Date under Section 6621 and/or 6622 of the Internal Revenue Code, or such other interest rate as the Bankruptcy Court determines is sufficient to confer upon the tax note a value as of the Effective Date equal to the principal amount of such claim. The allowed claim shall be payable in equal monthly installments of principal, along with accrued interest, in deferred cash payments over a period not to exceed five years from the date of petition. The first payment shall commence on the first day of the month immediately following the month of the Effective Date. The claim is subject to prepayment at any time without penalty or premium and shall have such other terms as are required by law.

8.3 Class 3 - Secured Ad Valorem Real Property Tax Claims

A. Classification: Class 3 shall consist of pre-petition allowed Ad Valorem Real Property Tax Claims which are secured by liens on real property. Debtors are not aware of any Proofs of Claim filed.

B. Impairment: Class 3 is impaired.

C. Treatment: In the event there are determined to be allowed Class 3 claims, each holder of a Class 3 allowed claim shall retain its lien having an aggregate principal amount sufficient to satisfy, in accordance with Section 1129 of the Bankruptcy Code, the allowed claim. Such claim shall bear simple interest at a statutory rate of 16% per annum required to be paid as of the Effective Date, or such other interest rate as the Bankruptcy Court determines is sufficient to confer upon the tax claim a value as of the Effective Date equal to the principal amount of such claim charged by the taxing authority, or the statutory rate of interest. Payments shall be made in equal monthly installments of principal, along with accrued interest, in deferred cash payments over a period not to exceed five years from date

1 of petition. The claim is subject to prepayment at any time without penalty or premium and
2 shall have such other terms as are required by law.

3 8.4 Class 4 - Secured Claim of Seterus, Inc. ("Seterus")

4 A. Classification: Class 4 consists of the first lien claim of Seterus secured by the real
5 property located at 7855 E. 34th St., Tucson, AZ 85710, the Debtors' principal residence.
6 This claim is evidenced by a promissory note and deed of trust. Debtors are aware of Proof
7 of Claim filed by Seterus in the amount of \$181,619.14.

8 B. Impairment: Class 4 is not impaired.

9 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
10 WITH SETERUS AS TO ITS TREATMENT, THE TERMS AND CONDITIONS THEREIN
11 WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN. Debtors and Seterus are in
12 discussion regarding a mortgage modification program with the intention of reducing the
13 Debtors' mortgage payments. In the event a modification is not reached, the Debtors will
14 continue to pay pursuant to the existing mortgage contract or will surrender the property.
15 Tax and insurance escrows, if any, will continue to be paid pursuant to the terms of the
16 Note and Deed of Trust. Post-petition arrears, if any, will be paid in sixty (60) equal
17 monthly installments beginning 30 days after the Effective Date of the Plan.

18 8.5 Class 5 - Secured Claim of Green Tree Servicing, LLC ("Green Tree")

19 A. Classification: Class 5 consists of the first lien claim of Green Tree secured by the
20 real property located at 6543 E. Calle Herculo, Tucson, AZ 85713. This claim is evidenced
21 by a promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by
22 Green Tree in the amount of \$66,010.38.

23 B. Impairment: Class 5 is impaired.

24 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
25 WITH GREEN TREE AS TO ITS TREATMENT, THE TERMS AND CONDITIONS
26 THEREIN WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN.

27 1. The allowed secured claim shall accrue interest from the Effective Date of the
28 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on

1 the existing note, whichever is less. The Debtors believe the current value of the Property is
2 \$75,389.00. Green Tree shall be allowed the full amount that is owing, \$66,010.38.

3 2. The note shall be payable in equal monthly installments of principal and interest
4 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
5 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
6 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
7 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
8 thereon shall be due and payable in full. The final payment shall be made either from
9 proceeds of the sale or refinancing of the property or contributions of the owners of the
10 property at the time the final payment is due. Unless modified herein tax and insurance
11 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
12 Trust.

13 3. The note of the Class 5 creditor shall continue to be secured by its first position
14 deed of trust on the property but the note and any obligation due the Class 5 creditor,
15 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
16 security for payment of the allowed claim which Green Tree had at the petition date other
17 than the deed of trust above described which encumbers the property Green Tree shall
18 retain post-confirmation.

19 4. The Debtors and the Class 5 creditor shall agree to execute such modifications to
20 the existing note and deed of trust as are reasonably necessary to reflect the provisions of
21 the Plan treatment for this creditor.

22 3.6 Class 6 - Secured Claim of Green Tree Servicing, LLC ("Green Tree").

23 A. Classification: Class 6 consists of the first lien claim of Green Tree secured by the
24 real property located at 1854 W. Caravelle Rd., Tucson, AZ 85713. This claim is evidenced
25 by a promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by
26 Green Tree in the amount of \$57,183.69. Green Tree shall be allowed the full amount that is
27 owing, \$57,183.69.

28 B. Impairment: Class 6 is impaired.

1 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
2 WITH GREEN TREE AS TO ITS TREATMENT, THE TERMS AND CONDITIONS
3 THEREIN WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN.

4 1. The allowed secured claim shall accrue interest from the Effective Date of the
5 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
6 the existing note, whichever is less.

7 2. The note shall be payable in equal monthly installments of principal and interest
8 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
9 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
10 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
11 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
12 thereon shall be due and payable in full. The final payment shall be made either from
13 proceeds of the sale or refinancing of the property or contributions of the owners of the
14 property at the time the final payment is due. Unless modified herein tax and insurance
15 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
16 Trust.

17 3. The note of the Class 6 creditor shall continue to be secured by its first position
18 deed of trust on the property but the note and any obligation due the Class 6 creditor,
19 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
20 security for payment of the allowed claim which Green Tree had at the petition date other
21 than the deed of trust above described which encumbers the property Green Tree shall
22 retain post-confirmation.

23 4. The Debtors and the Class 6 creditor shall agree to execute such modifications to
24 the existing note and deed of trust as are reasonably necessary to reflect the provisions of
25 the Plan treatment for this creditor.

26 8.7 Class 7 - Secured Claim of Bank of America ("BOA")

27 A. Classification: Class 7 consists of the first lien claim of BOA secured by the real
28 property located at 7746 W. Shining Moon Way, Tucson, AZ 86743. This claim is evidenced

1 by a promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by BOA
2 in the amount of \$138,596.03.

3 B. Impairment: Class 7 is impaired.

4 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
5 WITH BOA AS TO ITS TREATMENT, THE TERMS AND CONDITIONS THEREIN WILL
6 SUPERCEDE THE TREATMENT SET FORTH HEREIN.

7 1. The allowed secured claim shall accrue interest from the Effective Date of the
8 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
9 the existing note, whichever is less. The secured claim of BOA shall be reduced to the fair
10 market value of the property, \$125,000.00, or such amount as may be set by the Court. The
11 Class 7 creditor is not entitled to interest on its allowed secured claim from the Petition date
12 to the Confirmation Date as the current market value of the real property is less than the
13 amount of BOA's claim.

14 2. The note shall be payable in equal monthly installments of principal and interest
15 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
16 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
17 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
18 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
19 thereon shall be due and payable in full. The final payment shall be made either from
20 proceeds of the sale or refinancing of the property or contributions of the owners of the
21 property at the time the final payment is due. Unless modified herein tax and insurance
22 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
23 Trust.

24 3. The note of the Class 7 creditor shall continue to be secured by its first position
25 deed of trust on the property but the note and any obligation due the Class 7 creditor,
26 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
27 security for payment of the allowed claim which BOA had at the petition date other than
28 the deed of trust above described which encumbers the property BOA shall retain post-

1 confirmation.

2 4. The Debtors and the Class 7 creditor shall agree to execute such modifications to
3 the existing note and deed of trust as are reasonably necessary to reflect the provisions of
4 the Plan treatment for this creditor.

5 8.8 Class 8 - Secured Claim of Seterus, Inc. ("Seterus")

6 A. Classification: Class 8 consists of the first lien claim of Seterus secured by the real
7 property located at 1070 S. Floral Ridge Way, Tucson, AZ 85710. This claim is evidenced by
8 a promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by BOA in
9 the amount of \$193,188.34.

10 B. Impairment: Class 8 is impaired.

11 C. Treatment: Pursuant to the terms of that *Stipulated Order* dated September 10,
12 2014, the parties have stipulated to stay relief to allow Seterus to recover the property.

13 8.9 Class 9 - Secured Claim of Bank of America ("BOA")

14 A. Classification: Class 9 consists of the first lien claim of BOA secured by the real
15 property located at 5986 S. Pin Oak Dr., Tucson, AZ 85746. This claim is evidenced by a
16 promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by BOA in
17 the amount of \$121,064.25.

18 B. Impairment: Class 9 is impaired.

19 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
20 WITH BOA AS TO ITS TREATMENT, THE TERMS AND CONDITIONS THEREIN WILL
21 SUPERCEDE THE TREATMENT SET FORTH HEREIN.

22 1. The allowed secured claim shall accrue interest from the Effective Date of the
23 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
24 the existing note, whichever is less. The secured claim of BOA shall be reduced to the fair
25 market value of the property, \$92,000.00, or such amount as may be set by the Court. The
26 Class 9 creditor is not entitled to interest on its allowed secured claim from the Petition date
27 to the Confirmation Date as the current market value of the real property is less than the
28 amount of BOA's claim.

1 2. The note shall be payable in equal monthly installments of principal and interest
2 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
3 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
4 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
5 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
6 thereon shall be due and payable in full. The final payment shall be made either from
7 proceeds of the sale or refinancing of the property or contributions of the owners of the
8 property at the time the final payment is due. Unless modified herein tax and insurance
9 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
10 Trust.

11 3. The note of the Class 9 creditor shall continue to be secured by its first position
12 deed of trust on the property but the note and any obligation due the Class 9 creditor,
13 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
14 security for payment of the allowed claim which BOA had at the petition date other than
15 the deed of trust above described which encumbers the property BOA shall retain post-
16 confirmation.

17 4. The Debtors and the Class 9 creditor shall agree to execute such modifications to
18 the existing note and deed of trust as are reasonably necessary to reflect the provisions of
19 the Plan treatment for this creditor.

20 8.10 Class 10 - Secured Claim of Wells Fargo Bank, N.A. ("Wells Fargo")

21 A. Classification: Class 10 consists of the first lien claim of Wells Fargo secured by
22 the real property located at 3405 S. Sun Splash Dr., Tucson, AZ 85713. This claim is
23 evidenced by a promissory note and deed of trust. Debtors are aware of a Proof of Claim
24 filed by Wells Fargo in the amount of \$153,855.00.

25 B. Impairment: Class 10 is impaired.

26 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
27 WITH WELLS FARGO AS TO ITS TREATMENT, THE TERMS AND CONDITIONS
28 THEREIN WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN.

1 1. The allowed secured claim shall accrue interest from the Effective Date of the
2 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
3 the existing note, whichever is less. The secured claim of \$153,855.00 shall be reduced to the
4 fair market value of the property, \$125,000.00, or such amount as may be set by the Court.
5 The Class 10 creditor is not entitled to interest on its allowed secured claim from the
6 Petition date to the Confirmation Date as the current market value of the real property is
7 less than the amount of Wells Fargo's claim.

8 2. The note shall be payable in equal monthly installments of principal and interest
9 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
10 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
11 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
12 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
13 thereon shall be due and payable in full. The final payment shall be made either from
14 proceeds of the sale or refinancing of the property or contributions of the owners of the
15 property at the time the final payment is due. Unless modified herein tax and insurance
16 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
17 Trust.

18 3. The note of the Class 10 creditor shall continue to be secured by its first position
19 deed of trust on the property but the note and any obligation due the Class 10 creditor,
20 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
21 security for payment of the allowed claim which Wells Fargo had at the petition date other
22 than the deed of trust above described which encumbers the property Wells Fargo shall
23 retain post-confirmation.

24 4. The Debtors and the Class 10 creditor shall agree to execute such modifications
25 to the existing note and deed of trust as are reasonably necessary to reflect the provisions of
26 the Plan treatment for this creditor.

27 8.11 Class 11 - Secured Claim of Wells Fargo Bank, N.A. ("Wells Fargo")

28 A. Classification: Class 11 consists of the first lien claim of Wells Fargo secured by

1 the real property located at 5488 S. Via Florena, Tucson, AZ 85706. This claim is evidenced
2 by a promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by
3 Wells Fargo in the amount of \$116,041.80.

4 B. Impairment: Class 11 is impaired.

5 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
6 WITH WELLS FARGO AS TO ITS TREATMENT, THE TERMS AND CONDITIONS
7 THEREIN WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN.

8 1. The allowed secured claim shall accrue interest from the Effective Date of the
9 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
10 the existing note, whichever is less. The secured claim of \$116,041.80 shall be reduced to the
11 fair market value of the property, \$70,000.00, or such amount as may be set by the Court.
12 The Class 11 creditor is not entitled to interest on its allowed secured claim from the
13 Petition date to the Confirmation Date as the current market value of the real property is
14 less than the amount of Wells Fargo's claim.

15 2. The note shall be payable in equal monthly installments of principal and interest
16 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
17 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
18 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
19 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
20 thereon shall be due and payable in full. The final payment shall be made either from
21 proceeds of the sale or refinancing of the property or contributions of the owners of the
22 property at the time the final payment is due. Unless modified herein tax and insurance
23 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
24 Trust.

25 3. The note of the Class 11 creditor shall continue to be secured by its first position
26 deed of trust on the property but the note and any obligation due the Class 11 creditor,
27 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
28 security for payment of the allowed claim which Wells Fargo had at the petition date other

1 than the deed of trust above described which encumbers the property Wells Fargo shall
2 retain post-confirmation.

3 4. The Debtors and the Class 11 creditor shall agree to execute such modifications
4 to the existing note and deed of trust as are reasonably necessary to reflect the provisions of
5 the Plan treatment for this creditor.

6 8.12 Class 12 - Secured Claim of OCWEN Loan Servicing, LLC ("OCWEN")

7 A. Classification: Class 12 consists of the first lien claim of Wells Fargo secured by
8 the real property located at 10000 E. Prince Rd., Tucson, AZ 85749. This claim is evidenced
9 by a promissory note and deed of trust. Debtors are not aware of a Proof of Claim filed by
10 OCWEN.

11 B. Impairment: Class 12 is impaired.

12 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
13 WITH OCWEN AS TO ITS TREATMENT, THE TERMS AND CONDITIONS THEREIN
14 WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN.

15 1. The allowed secured claim shall accrue interest from the Effective Date of the
16 Plan at the rate of four and one half percent (4.5 %) per annum as a fixed rate, or the rate on
17 the existing note, whichever is less. Debtors estimate this claim in the amount of
18 \$740,080.00. The secured claim of approximately \$740,080.00 shall be reduced to the fair
19 market value of the property, \$550,000.00, or such amount as may be set by the Court. The
20 Class 12 creditor is not entitled to interest on its allowed secured claim from the Petition
21 date to the Confirmation Date as the current market value of the real property is less than
22 the amount of OCWEN's claim.

23 2. The note shall be payable in equal monthly installments of principal and interest
24 amortized over thirty (30) years. The first monthly installment shall be due thirty (30) days
25 after the Effective Date of the Plan and subsequent monthly installments shall be due on the
26 same day of each subsequent month. On the thirtieth anniversary of the Effective Date of
27 the Plan the outstanding principal balance of the note and all accrued and unpaid interest
28 thereon shall be due and payable in full. The final payment shall be made either from

1 proceeds of the sale or refinancing of the property or contributions of the owners of the
2 property at the time the final payment is due. Unless modified herein tax and insurance
3 escrows, if any, will continue to be paid pursuant to the terms of the Note and Deed of
4 Trust.

5 3. The note of the Class 12 creditor shall continue to be secured by its first position
6 deed of trust on the property but the note and any obligation due the Class 12 creditor,
7 which is secured by the above deed of trust, shall be non-recourse to the Debtors. Any
8 security for payment of the allowed claim which OCWEN had at the petition date other
9 than the deed of trust above described which encumbers the property OCWEN shall retain
10 post-confirmation.

11 4. The Debtors and the Class 12 creditor shall agree to execute such modifications
12 to the existing note and deed of trust as are reasonably necessary to reflect the provisions of
13 the Plan treatment for this creditor.

14 8.13 Class 13 - Second Lien Claim of JP Morgan Chase Bank, N.A. ("JP Morgan")

15 A. Classification: Class 13 consists of the second lien claim of JP Morgan Chase to
16 the extent of the value of the secured creditor's interest in the Debtors' interest in the real
17 property located at 10000 E. Prince Rd., Tucson, AZ 85749. This claim is evidenced by a
18 promissory note and deed of trust. Debtors are aware of a Proof of Claim filed by JP
19 Morgan Chase in the amount of \$80,011.12. The Debtors believe the claim is wholly
20 unsecured.

21 B. Impairment: Class 13 is impaired.

22 C. Treatment: The Class 13 claimant, which holds a third position lien on the real
23 property, is believed to be wholly unsecured. The Class 13 creditor has its lien released
24 upon Court's order confirming debtor's plan of reorganization. Any deficiency amount
25 shall be treated as an unsecured claim and paid on a pro-rata basis from Debtors'
26 disposable income.

27 8.14 Class 14 - Second Lien Claim of Bank of America, N.A. ("BOA")

28 A. Classification: Class 14 consists of the third lien claim of BOA to the extent of the

1 value of the secured creditor's interest in the Debtors' interest in the real property located at
2 10000 E. Prince Rd., Tucson, AZ 85749. This claim is evidenced by a promissory note and
3 deed of trust. Debtors estimate the claim at \$20,625. The Debtors believe the claim is wholly
4 unsecured.

5 B. Impairment: Class 14 is impaired.

6 C. Treatment: The Class 14 claimant, which holds a third position lien on the real
7 property, is believed to be wholly unsecured. The Class 13 creditor has its lien released
8 upon Court's order confirming debtor's plan of reorganization. Any deficiency amount
9 shall be treated as an unsecured claim and paid on a pro-rata basis from Debtors'
10 disposable income.

11 8.15 Class 15 - Secured Claim of Wells Fargo Bank, N.A. ("Wells Fargo")

12 A. Classification: Class 15 consists of the first lien claim of Wells Fargo secured by
13 the 2008 Chrysler Town & Country. Debtors are aware of a Proof of Claim filed by Wells
14 Fargo in the amount of \$6,770.70.

15 B. Impairment: Class 15 is not impaired.

16 C. Treatment: IN THE EVENT THE DEBTOR IS ABLE TO REACH A STIPULATION
17 WITH WELLS FARGO AS TO ITS TREATMENT, THE TERMS AND CONDITIONS
18 THEREIN WILL SUPERCEDE THE TREATMENT SET FORTH HEREIN. The allowed
19 secured claim shall accrue interest from the Effective Date of the Plan at the rate of five and
20 seventy-four percent (5.74%) per annum as a fixed rate, or the rate on the existing note,
21 whichever is less. Debtors will continue to pay pursuant to the existing promissory note.
22 Wells Fargo shall be allowed the full amount that is owing, \$6,770.70.

23 8.16 Class 16 - Unsecured Deficiency Claims and Unsecured Claims

24 A. Classification: Class 16 consists of all unsecured deficiency claims and unsecured
25 claims against the debtor. Debtors estimated unsecured claims in the amount of \$34,000,
26 which does not include any deficiency amounts for secured creditors.

27 B. Impairment: Class 16 is impaired.

28 C. Treatment: All allowed and approved claims under this Class shall be paid the

1 sum of \$2,869.92 on a quarterly basis, *pro rata*, from Debtors' disposable income, to be paid
2 on the last day of each quarter, beginning with the quarter ending after the Effective Date,
3 and continuing each quarter thereafter for five years. Any liens held by the Class 16
4 creditors shall be null and void and removed as of the Effective Date.

5 8.17 Class 17 - Contingent, Unliquidated and Disputed Claims.

6 A. Classification: Class 17 consists of all contingent, unliquidated and disputed
7 claims.

8 B. Impairment: Class 17 is impaired.

9 C. Treatment: Class 17 creditors shall receive no distribution under the Plan.

10 8.18 Class 18 – Silverman Insurance, Inc. and Silverman Insurance Incorporated

11 Profit Sharing Plan ("Collectively the "Silvermans"):

12 A. Classification: Consists of the contingent and disputed claims of the Silvermans
13 in the amount of \$45,650.00, as set forth in the Silvermans proof of claim dated January 21,
14 2015.

15 B. Impairment: Class 18 is impaired.

16 C. Treatment: The Silvermans' claim relates to certain state court litigation
17 commenced by the Silvermans' against Debtors and M. Paul Turner & Co., Inc., an Arizona
18 corporation, alleging breach of contract and professional negligence. The Debtors dispute
19 the allegations and assert that they have sufficient insurance coverage for the claims that
20 are the subject of the state court litigation. The Debtors' insurance carrier has assumed
21 responsibility for defending the state court litigation. Consequently, pursuant to the terms
22 of the Stipulation entered on May 14, 2014, the Silvermans conditionally waive any right
23 they may have to a distribution under the Plan provided that the applicable insurance
24 company assumes responsibility for defending the state court litigation and the applicable
25 insurance proceeds are sufficient to satisfy a judgment, if any, the Silvermans may obtain.
26 In the event there are insufficient insurance proceeds to satisfy the judgment obtained by
27 the Silvermans in the state court litigation, any portion of the unsatisfied judgment will be
28 treated as an allowed and approved Class 16 Unsecured Claim entitled to distribution.

1 **8.19 Class 19 - Equity Interest.**

2 A. Classification: Class 19 consists of the interests of the Debtors.

3 B. Impairment: Class 19 is not impaired.

4 C. Treatment: Debtors shall retain all of their legal and equitable interest in exempt
5 and non-exempt assets of this estate, as provided in the plan.

6 **IX. DISPUTED CLAIMS**

7 The Debtors reserve the right to verify and object to any proof of claim. Payment of
8 disputed claims shall be made only after agreement has been reached between the Debtors
9 and the Creditor or upon the order of the Court. Any and all objections to proofs of claim
10 will be filed ~~within~~ ninety (90) days of the Effective Date of this plan or will be waived.

11 **VII. EXECUTORY CONTRACTS**

12 At the time of the filing, the Debtor has a lease with a tenant, Debtors are assuming
13 the existing lease where payments are current.

14 **VIII. DOMESTIC SUPPORT OBLIGATIONS**

15 As reflected in the schedules filed by the Debtors, there are no domestic support
16 orders against the Debtors.

17 **IX. MEANS OF EXECUTION/PROJECTION**

18 The Debtors will provide for payment of all timely filed and allowed claims over 60
19 months. The Debtors shall make payments in the sum of \$2,869.92 per quarter to the Class
20 18 unsecured creditors, which shall be disbursed as set forth in the Plan. The source of the
21 funds shall come from the Debtors' earned post-petition income. *See 11 U.S.C. §1123(a)(8).*

22 The 2005 BAPCPA amendments to the Bankruptcy Code added, among other things,
23 section 1129(a)(15). This section requires that upon the objection of an unsecured creditor to
24 the Debtors' plan, the Debtors must either (A) pay the claim in full, or, (B) commit their
25 disposable income to the plan payments for a minimum of 5 years, as determined by
26 §1325(b)(2). The Debtor believes that projected disposable income is committed to the plan
27 under the current projections. The Debtor reserves the right to accelerate payment under
28 the Plan from financing obtained from third party financing, although currently Debtor has

1 no plans or ability to do so. Debtor believes that by virtue of Confirmation of the Plan, they
2 will have the ability to pay all allowed and approved claims pursuant to the Plan of
3 Reorganization. The unsecured creditors will be paid a total of \$53,289 under the Plan of
4 Reorganization.

5 **X. QUARTERLY FEES AND REPORTS**

6 Debtors shall continue to pay quarterly fees to the U.S. Trustee System until such
7 time as a Final Decree has been entered in this matter by the Court, closing this Chapter 11
8 proceeding. Debtors shall continue to file monthly operating reports until such time as the
9 Court enters an Order confirming this Chapter 11 Plan of Reorganization. At such time,
10 Debtors shall cease filing monthly operating reports and shall begin filing quarterly post
11 confirmation reports. These quarterly reports shall be filed until such time as a Final Decree
12 has been entered in this matter by the Court, closing this Chapter 11 proceeding.

13 **XI. IMPLEMENTATION AND CONSUMMATION OF PLAN**

14 The terms of the Plan subsequent to confirmation shall bind the Debtors, any entity
15 acquiring property under the Plan, and any creditor or claimant, whether or not such
16 creditor or claimant has accepted the Plan. All property of the estate shall vest in the
17 Debtors and shall be free from attachment, levy, or garnishment of execution by creditors
18 bound by the Plan. ALL SECURED CREDITORS SHALL PROVIDE THE DEBTORS
19 WITHIN 60 DAYS OF THE EFFECTIVE DATE, A NEW PAYMENT BOOK REFLECTING
20 AMOUNT OF MODIFIED PAYMENTS, IF ANY AND/OR MONTHLY STATEMENTS
21 REFLECTING THE NEW MONTHLY PAYMENTS AMOUNTS DUE AS SET FORTH
22 UNDER THE TERMS OF THE CONFIRMED PLAN OF REORGANIZATION. It shall be
23 the obligation of each creditor participating under the Plan to keep the Debtors advised of
24 its current mailing address. In the event any payment tendered to creditors is mailed,
25 postage prepaid, (1) to the address specified in the Debtors' schedules and statement, (2) to
26 the address specified in any proof of claim filed by creditor or claimant here or (3) to the
27 address provided by any such creditor or claimant for purposes of distribution, and if
28 subsequently the Post Office returns such distribution due to a lack or insufficiency of

1 address or forwarding address, the Debtors shall retain such distribution for a period of six
2 months. Thereafter, the distribution shall revert to the Debtors without further Order from
3 the Court and free and clear of any distributions to any creditor for whom a distribution
4 has been returned by the Post Office. The Debtors reserve the right to modify the Plan in
5 accordance with §1127 of the Bankruptcy Code. The Plan may be modified prior to
6 confirmation provided that the plan still complies with §1122 and §1123 of the Bankruptcy
7 Code. The Plan may be modified subsequent to confirmation and before substantial
8 consummation of the Plan under such circumstances as may warrant such under §1127 of
9 the Bankruptcy Code. Any holder of a claim or interest that has previously accepted or
10 rejected a confirmed Plan, shall be deemed to have accepted or rejected any subsequently
11 modified Plan unless the holder of such claim or interest changes its acceptance or rejection
12 of the Plan within the time fixed by the Court.

XII. DEFAULT

14 The Debtors' failure to make any payment due under the Plan within sixty (60) days
15 after demand for payment after its due date shall constitute a default unless the Debtors
16 and the affected creditor agree to delayed payment. Upon default, creditors may pursue
17 any remedy provided by the state or federal law, including foreclosing any security
18 interest, suing on any promissory note issued or continued in effect under the Plan.

XIII. RETENTION OF JURISDICTION

The Bankruptcy Court will retain jurisdiction over this case for purposes of determining the allowance of claims or objection to claims. The Court will also retain jurisdiction for purposes of fixing allowances for compensation and/or for purposes of determining the allowability of any other claimed administrative expenses. The Court will also retain jurisdiction for the purpose of establishing bar dates and making a determination with respect to all disputed claims. Finally, the Court shall retain jurisdiction for purposes of determining any dispute arising from the interpretation, implementation or consummation of the Plan and to implement and enforce the provisions of the Plan.

1 Notwithstanding anything to the contrary contained herein, the Debtors shall not be bound
2 by estoppel, the principles of *res judicata* or collateral estoppel with respect to any term or
3 provision contained herein in the event the Plan is not confirmed. The Court may enter a
4 Final Decree and retain jurisdiction over this case to reopen the case to provide relief
5 including the entering of a Discharge Order.

6

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RESPECTFULLY SUBMITTED this 5th day of February 2015.

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9

/s/ Bryan W. Goodman

Bryan W. Goodman

GOODMAN & GOODMAN, PLC

Attorneys for Debtors

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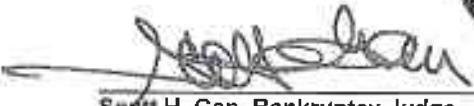
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B-1

1 THIS ORDER IS APPROVED.
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3 Dated: May 12, 2015
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THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF ARIZONA

In re: Chapter 11 Proceeding

Michael P. Turner and Case No.: 4:14-bk-01928-SHG
Nancy M. Turner,

Debtors.

**AMENDED ORDER
AUTHORIZING DEBTORS TO
ENTER INTO LOAN
MODIFICATION AGREEMENT**

Upon the Debtors' motion for an order, pursuant to Fed. R. Bankr P. 9019, approving the entry into that certain Loan Modification Agreement with Seterus, Inc. regarding the Debtors' residence located at 7855 E. 34th St., Tucson, AZ 85710, and there being no objections;

ORDERED, that the Motion is granted and the Debtors are authorized to enter into Loan Modification Agreement;

IT IS FURTHER ORDERED that, by granting the Motion, this Court expressly makes no findings, conclusions or rulings regarding the legal validity of the terms of the subject loan modification agreement.

DATED AND SIGNED ABOVE.

B-2

THIS ORDER IS APPROVED.

Dated: January 5, 2015



1 **TIFFANY & BOSCO**
2 P.A.

3 SEVENTH FLOOR CAMELBACK ESPLANADE II
4 2525 E. CAMELBACK ROAD
5 PHOENIX, ARIZONA 85016
6 TELEPHONE: (602) 255-6000
7 FACSIMILE: (602) 255-0192


Scott H. Gan, Bankruptcy Judge

8 Mark S. Bosco
9 State Bar No. 010167
10 Leonard J. McDonald
11 State Bar No. 014228
12 David W. Cowles
13 State Bar No. 021034

14 Attorneys for Green Tree Servicing LLC

15 14-01039

16 **IN THE UNITED STATES BANKRUPTCY COURT**
17 **FOR THE DISTRICT OF ARIZONA**

18 IN RE:

19 No. 4:14-bk-01928-SHG

20 Michael Paul Turner and Nancy M. Turner

21 Chapter 11

22 Debtors.

23 **ORDER REGARDING**
24 **PLAN TREATMENT AND TO VALUATE**
25 **THE FIRST LIEN ENCUMBERING REAL**
26 **PROPERTY LOCATED AT**
1854 W. CARAVELLE RD.
TUCSON, AZ 85713

27 IT IS HEREBY ORDERED that the property generally described as 1854 W. Caravelle Rd.,

28 Tucson, AZ 85713 and legally described as:

29 The West 31 .33 feet of the East 222.65 feet of Lot 19, of the Resubdivision of Blocks 1
30 and 2 of ENCHANTED HILLS, according to Book 16 of Maps, page 91 , records of
31 Pima County, Arizona;

1 ("Subject Property herein"), shall be treated as follows:

2 Commencing December 1, 2014, the Debtors will make payments on the full payoff amount.

3 The current payoff is approximately \$60,205.30 good through December 1, 2014. The interest rate is
4 to be fixed at 5.25% with payments to be comprised of principle, interest and escrow. The loan will
5 be re-amortized over 30 years.

6 All other terms and conditions of the original Note and Mortgage, including the default
7 provisions, shall remain in full force and effect.

8 If the Debtors fail to tender the payments as required under this Order, then Secured Creditor
9 shall provide written notice to Debtors at 7855 E. 34th Street, Tucson, AZ 85710 or such other address
10 subsequently provided by Debtors to the Secured Creditor's counsel at the undersigned address, and
11 if the default occurs while the above-captioned bankruptcy proceeding remains active, to the Debtors'
12 counsel at 7473 E. Tanque Verde Rd., Tucson, AZ 85715, indicating the nature of the default. If the
13 Debtors fail to cure the default with certified funds after the passage of fifteen (15) calendar days
14 from the date said written notice is received by the Debtors and Debtors' counsel if applicable, then
15 Secured Creditor shall have immediate relief from the Automatic Stay of §362 of the Bankruptcy
16 Code.

17 This Order shall be subject to Bankruptcy Court approval.

18 This Order shall be incorporated into Debtors' confirmed Chapter 11 Plan, and may not be
19 altered in any way by subsequently amended and/or filed Amended Chapter 11 Plan or Amended
20 Disclosure Statement, if any. Any inconsistencies between the treatment of Secured Creditor's
21 claims under the Plan and this Order shall be resolved in favor of this Order. Secured Creditor's
22 agreement herein shall also constitute its acceptance of the Plan on account of its claims.

1 The agreements contained in this Order shall be binding for purposes of the treatment of the
2 Subject Property in Debtors' confirmed Chapter 11 Plan, unless otherwise stipulated to in writing.

3 In the event this case is converted to a Chapter 7, Chapter 13 or dismissed, this Order shall be
4 deemed void and unenforceable.

5 SIGNED AND DATED ABOVE.

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1 **TIFFANY & BOSCO**
2 P.A.

3 SEVENTH FLOOR CAMELBACK ESPLANADE II
4 2525 E. CAMELBACK ROAD
5 PHOENIX, ARIZONA 85016
6 TELEPHONE: (602) 255-6000
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8
9 Mark S. Bosco
10 State Bar No. 010167
11 Leonard J. McDonald
12 State Bar No. 014228
13 David W. Cowles
14 State Bar No. 021034

15 Attorneys for Federal National Mortgage Association ("FNMA")

16 14-01058

17 **IN THE UNITED STATES BANKRUPTCY COURT**
18 **FOR THE DISTRICT OF ARIZONA**

19 IN RE:

20 Michael Paul Turner and Nancy M. Turner

21 Debtors.

22 No. 4:14-bk-01928-SHG

23 Chapter 11

24 **STIPULATION REGARDING**
25 **PLAN TREATMENT AND TO VALUATE**
26 **THE FIRST LIEN ENCUMBERING REAL**
27 **PROPERTY LOCATED AT**
28 **7745 W. SHINING MOON WAY**
29 **TUCSON, AZ 85743**

30 IT IS HEREBY STIPULATED by and between Seterus, Inc. as servicing agent for the
31 investor, Federal National Mortgage Association ("Seterus as servicing agent for FNMA") and
32 Michael Paul Turner and Nancy M. Turner ("Debtors"), through counsel undersigned, that the
33 property generally described as 7745 W. Shining Moon Way, Tucson, AZ 85743 and legally
34 described as:
35

1 LOT 77 OF SILVER MOON ACCORDING TO THE MAP RECORDED IN BOOK 51
2 OF MAPS, PAGE 55, RECORDS OF PIMA COUNTY, ARIZONA

3 ("Subject Property"), shall be treated as follows:

4 Commencing on the first day after the first month after entry of Debtors' confirmed plan, the
5 Debtors will make payments on the reduced value amount of \$145,000.00 ("Allowed Secured
6 Claim"). The interest rate is to be fixed at 5.0% and loan will be re-amortized over 30 years. The
7 principal and interest payments will be \$778.39, plus escrows for property taxes and insurance.

8 There is currently post petition escrow advances owed on the loan in the amount of \$2,971.07
9 through June 19, 2015. Debtors have agreed to cure the \$2,971.07 over six (6) months beginning the
10 first day after the first month after entry of Debtors' confirmed plan. Payments one through five (1-5)
11 in the amount of \$495.17 shall be in addition to the regular monthly payments. The sixth final
12 payment in the amount of \$495.22 shall be in addition to the regular monthly payment. In the event
13 that Secured Creditor must advance escrow, the Debtors agree to repay any escrow advance in
14 addition to the above.

16 The difference between the Allowed Secured Claim and the amount of the indebtedness in the
17 proof of claim shall be treated as a general non-priority unsecured claim ("Unsecured Claim").

18 All other terms and conditions of the original Note and Mortgage, including the default
19 provisions, shall remain in full force and effect.

20 If the Debtors fail to tender the payments as required under this Stipulation, then Seterus as
21 servicing agent for FNMA shall provide written notice to Debtors at 7855 E. 34th St., Tucson, AZ
22 85710 or such other address subsequently provided by Debtors to Seterus as servicing agent for
23 FNMA's counsel at the undersigned address, and if the default occurs while the above-captioned
24 bankruptcy proceeding remains active, to the Debtors' counsel at 7473 E. Tanque Verde Rd., Tucson,
25

1 AZ 85715, indicating the nature of the default. If the Debtors fail to cure the default with certified
2 funds after the passage of fifteen (15) calendar days from the date said written notice is received by
3 the Debtors and Debtors' counsel if applicable, then Seterus as servicing agent for FNMA shall have
4 immediate relief from the Automatic Stay of §362 of the Bankruptcy Code.

5 This Stipulation shall be deemed null and void should the Debtors fail to confirm the
6 Chapter 11 plan within 6 months from the filing date of this Stipulation. Seterus as servicing agent for
7 FNMA shall be entitled to file a Notice and lodge an Order of the Rescission of the Stipulation should
8 the Debtors fail to confirm the Plan within 6 months of the filing date of the Stipulation. The
9 decision to rescind the Stipulation rests solely with the Seterus as servicing agent for FNMA and the
10 Stipulation will remain in effect until Seterus as servicing agent for FNMA files the Notice of
11 Rescission. In the event Seterus as servicing agent for FNMA elects to file its Notice of Rescission,
12 the original loan terms will remain in effect and the parties may either negotiate or litigate Seterus as
13 servicing agent for FNMA's treatment under the Plan.

14
15 This Stipulation shall be subject to Bankruptcy Court approval.

16
17 This Stipulation shall be incorporated into Debtors' confirmed Chapter 11 Plan, and may not
18 be altered in any way by subsequently amended and/or filed Amended Chapter 11 Plan or Amended
19 Disclosure Statement, if any. Any inconsistencies between the treatment of Seterus as servicing
20 agent for FNMA's claims under the Plan or Order Confirming Plan and this Stipulation shall be
21 resolved in favor of this Stipulation. Seterus as servicing agent for FNMA's agreement herein shall
22 also constitute its acceptance of the Plan on account of its claims.

23
24 The Debtors hereby waive objections to Seterus as servicing agent for FNMA's claims in
25 regard to the Subject Property for all purposes besides accounting for the respective claims.
26

1 The agreements contained in this Stipulation shall be binding for purposes of the treatment of
2 the Subject Property in Debtors' confirmed Chapter 11 Plan, unless otherwise stipulated to in writing.
3

4 In the event this case is converted to a Chapter 7, Chapter 13 or dismissed, this Stipulation
5 shall be deemed void and unenforceable.

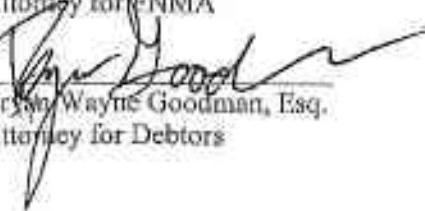
6 SO STIPULATED:

7 Dated: 6/23/15

8

9 BY:
10 Leonard McDonald, Esq.
11 David W. Cowles
12 Mark S. Bosco
13 Attorney for FNMA

14 Dated: 6/23/15

15 BY: 
16 Bryan Wayne Goodman, Esq.
17 Attorney for Debtors

B-4

THIS ORDER IS APPROVED.

Dated: January 26, 2015



1 **TIFFANY & BOSCO**
2 P.A.

3 **SEVENTH FLOOR CAMELBACK ESPLANADE II
2525 E. CAMELBACK ROAD
PHOENIX, ARIZONA 85016
TELEPHONE: (602) 255-6000
FACSIMILE: (602) 255-0192**


Scott H. Gan, Bankruptcy Judge

5 Mark S. Bosco
6 State Bar No. 010167
Leonard J. McDonald
7 State Bar No. 014228
David W. Cowles
State Bar No. 021034
8 Attorneys for Bank of America, N.A.
14-01057

9
10 **IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF ARIZONA**

11 **IN RE:**

No. 4:14-bk-01928-SHG

12 Michael Paul Turner and Nancy M. Turner

Chapter 11

13 **Debtors.**

14
15 **ORDER REGARDING
PLAN TREATMENT AND TO VALUATE
THE FIRST LIEN ENCUMBERING REAL
PROPERTY LOCATED AT
5986 S. PIN OAK DRIVE
TUCSON, AZ 85746**

16
17
18
19 IT IS HEREBY ORDERED that the property generally described as 5986 S. Pin Oak
20 Drive, Tucson, AZ 85746 and legally described as:

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26 **LOT 111 OF THE GREENS AT MIDVALE, A SUBDIVISION, ACCORDING
TO THE PLAT RECORDED IN THE OFFICE OF THE COUNTY RECORDER
OF PIMA COUNTY, ARIZONA, IN BOOK 40 OF MAPS, PAGE 20**

(“Subject Property herein”), shall be treated as follows:

Commencing December 1, 2014, the Debtors will make payments on the reduced value
amount of \$108,000.00 (“Allowed Secured Claim”). The interest rate is to be fixed at 5.25%

1 and the payments will be comprised of principle, interest, and escrow. The loan will be re-
2 amortized over 30 years.

3 There is currently post petition escrow advances owed on the loan in the amount of
4 \$1,099.16 through December 1, 2014. Debtors have agreed to cure the \$1,099.16 over six (6)
5 months beginning 30 days after the Order Confirming Plan has been granted. Payments one
6 through five (1-5) in the amount of \$183.19 shall be in addition to the regular monthly payments.
7 The sixth final payment in the amount of \$183.21 shall be in addition to the regular monthly
8 payment. In the event that Secured Creditor must advance escrow after the escrow advance
9 analysis performed, the Debtors agree to repay any escrow advance in addition to the above.
10

11 The difference between the Allowed Secured Claim and the amount of the indebtedness
12 in Secured Creditor's proof of claim shall be treated as a general non-priority unsecured claim.

13 All other terms and conditions of the original Note and Mortgage, including the default
14 provisions, shall remain in full force and effect.

15 If the Debtors fail to tender the payments as required under this Order, then Secured
16 Creditor shall provide written notice to Debtors at 7855 E. 34th Street, Tucson, AZ 85710 or such
17 other address subsequently provided by Debtors to the Secured Creditor's counsel at the
18 undersigned address, and if the default occurs while the above-captioned bankruptcy proceeding
19 remains active, to the Debtors' counsel at 7473 E. Tanque Verde Rd., Tucson, AZ 85715,
20 indicating the nature of the default. If the Debtors fail to cure the default with certified funds
21 after the passage of fifteen (15) calendar days from the date said written notice is received by the
22 Debtors and Debtors counsel if applicable, then Secured Creditor shall have immediate relief
23 from the Automatic Stay of §362 of the Bankruptcy Code.
24
25
26

1 This Order shall be deemed null and void should the Debtors fail to confirm their Chapter
2 11 plan within 6 months from the filing date of the Stipulation. Secured Creditor shall be entitled
3 to file a Notice and lodge an Order of the Rescission of the Stipulation should the Debtors fail to
4 confirm the Plan within 6 months of the filing date of the Stipulation. The decision to rescind
5 the Stipulation rests solely with the Secured Creditor and the Stipulation will remain in effect
6 until the Secured Creditor files the Notice of Rescission. In the event the Secured Creditor elects
7 to file its Notice of Rescission, the original loan terms will remain in effect and the parties may
8 either negotiate or litigate the Secured Creditors treatment under the Plan.
9

10 This Order shall be subject to Bankruptcy Court approval.

11 This Order shall be incorporated into Debtors' confirmed Chapter 11 Plan, and may not
12 be altered in any way by subsequently amended and/or filed Amended Chapter 11 Plan or
13 Amended Disclosure Statement, if any. Any inconsistencies between the treatment of Secured
14 Creditor's claims under the Plan and this Order shall be resolved in favor of this Order. Secured
15 Creditor's agreement herein shall also constitute its acceptance of the Plan on account of its
16 claims.
17

18 The agreements contained in this Order shall be binding for purposes of the treatment of
19 the Subject Property in Debtors' confirmed Chapter 11 Plan, unless otherwise stipulated to in
20 writing.

21 In the event this case is converted to a Chapter 7, Chapter 13 or dismissed, this Order
22 shall be deemed void and unenforceable.

23 SIGNED AND DATED ABOVE.
24
25
26

B-5

THIS ORDER IS APPROVED.

Dated: April 20, 2015



1 **TIFFANY & BOSCO**
P.A.

2 **SEVENTH FLOOR CAMELBACK ESPLANADE II**
2525 E. CAMELBACK ROAD
3 PHOENIX, ARIZONA 85016
4 TELEPHONE: (602) 255-6000
FACSIMILE: (602) 255-0192

5 Mark S. Bosco
State Bar No. 010167
6 Leonard J. McDonald
State Bar No. 014228
7 David W. Cowles
State Bar No. 021034

8
9 Attorneys for Wells Fargo Bank, N.A.

10 14-01081

11 **IN THE UNITED STATES BANKRUPTCY COURT**
12 **FOR THE DISTRICT OF ARIZONA**

13
14 **IN RE:**

No. 4:14-bk-01928-SHG

15 Michael Turner and Nancy Turner,

Chapter 11

16 Debtors.

17
18 **ORDER REGARDING**
PLAN TREATMENT AND TO VALUATE
THE FIRST LIEN ENCUMBERING REAL
PROPERTY LOCATED AT
19 **3405 S. SUN SPLASH DR.**
TUCSON, AZ 85713-6817

20
21 IT IS HEREBY ORDERED by and between Wells Fargo Bank, N.A. ("Secured Creditor")
22 and Michael Turner and Nancy Turner ("Debtors"), through counsel undersigned, that the property
23 generally described as 3405 S. Sun Splash Drive, Tucson, AZ 85713-6817 and legally described as:

24 Lot 485 of Tucson Mountain Sanctuary according to hte Map recorded in Book 54 of
Maps, Page 72, records of Pima County, Arizona
25

1
2 ("Subject Property herein"), shall be treated as follows:

3 Commencing on the first day after the first month after entry of Debtors' confirmed plan, the
4 Debtors will make payments on the reduced value amount of \$133,000.00 ("Allowed Secured
5 Claim"). The interest rate is to be fixed at 5.25% and the payments will be comprised of principle,
6 interest, and escrow. The loan will be re-amortized over 30 years.

7 There is currently post petition escrow advances owed on the loan in the amount of \$1,989.92
8 through December 2, 2014. Debtors have agreed to cure the \$1,989.92 over six months beginning the
9 first day after the first month after entry of Debtors' confirmed plan. Payments one through five (1-5)
10 in the amount of \$331.65 shall be in addition to the regular monthly payments. The sixth final
11 payment in the amount of \$331.67 shall be in addition to the regular monthly payment. In the event
12 that Secured Creditor must advance escrow after the escrow advance analysis, the Debtors agree to
13 repay any escrow advance in addition to the above.

14 The difference between the Allowed Secured Claim and the amount of the indebtedness in
15 Secured Creditor's proof of claim shall be treated as a general non-priority unsecured claim.

16 All other terms and conditions of the original Note and Mortgage, including the default
17 provisions, shall remain in full force and effect.

18 If the Debtors fail to tender the payments as required under this ORDER, then Secured
19 Creditor shall provide written notice to Debtors at 7855 E. 34th Street, Tucson, AZ 85710, or such
20 other address subsequently provided by Debtors to the Secured Creditor's counsel at the undersigned
21 address, and if the default occurs while the above-captioned bankruptcy proceeding remains active, to
22 the Debtors counsel at 7473 E. Tanque Verde Rd., Tucson, AZ 85715, indicating the nature of the
23
24
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26

1 default. If the Debtors fail to cure the default with certified funds after the passage of 15 calendar
2 days from the date said written notice is received by the Debtors and Debtors' counsel if applicable,
3 then Secured Creditor shall have immediate relief from the Automatic Stay of §362 of the Bankruptcy
4 Code.

5 This ORDER shall be deemed null and void should the Debtors fail to confirm their Chapter
6 11 plan within 6 months from the filing date of this ORDER. Secured Creditor shall be entitled to file
7 a Notice and Lodge an Order of the Rescission of the ORDER should the Debtors fail to confirm the
8 Plan within 6 months of the filing date of the ORDER. The decision to rescind the ORDER rests
9 solely with the Secured Creditor and the ORDER will remain in effect until the Secured Creditor files
10 the Notice of Rescission. In the event the Secured Creditor elects to file its Notice of Rescission, the
11 original loan terms will remain in effect and the parties may either negotiate or litigate the Secured
12 Creditors treatment under the Plan.

14 This ORDER shall be subject to Bankruptcy Court approval.

15 This ORDER shall be incorporated into Debtors' confirmed Chapter 11 Plan, and may not be
16 altered in any way by subsequently amended and/or filed Amended Chapter 11 Plan or Amended
17 Disclosure Statement, if any. Any inconsistencies between the treatment of Secured Creditor's
18 claims under the Plan or Order Confirming Plan and this ORDER shall be resolved in favor of this
19 ORDER. Secured Creditor's agreement herein shall also constitute its acceptance of the Plan on
20 account of its claims.

22 The agreements contained in this ORDER shall be binding for purposes of the treatment of the
23 Subject Property in Debtors' confirmed Chapter 11 Plan, unless otherwise ORDERED to in writing.
24

1 In the event this case is converted to a Chapter 7, Chapter 13 or dismissed, this ORDER shall
2 be deemed void and unenforceable.

3 SO ORDERED:

4 SIGNED AND DATED ABOVE

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B-6

RECITALS

I. On or about 5/9/2007, Nova Financial & Investment Corp. entered into a contract with Michael Paul Turner and Nancy M. Turner wherein the Debtors agreed to re-pay the amount of \$750,000.00 for real estate purchase financing of the subject real property. The obligation is evidenced by a promissory note ("Note") and secured by a deed of Trust ("Deed of Trust") (collectively the "Subject Loan").

2. The Deed of Trust was timely and duly recorded and perfected in accordance with Arizona state law at Sequence 20070960967, Docket 13057, Page 4450 in the office of the Pima County Recorder.

3. Secured Creditor is the holder of the Note and the beneficiary under the Deed of Trust that is secured by the Subject Property and is the real party in interest.

4. On 2/18/2014, the Debtors filed a voluntary Chapter 11 petition seeking relief under Title 11 of the United States Code.

5. On 4/2/2015, Secured Creditor filed a secured Proof of Claim, Claim 16-1, in the amount of \$741,727.27.

AGREEMENTS

6. Secured Creditor and the Debtors agree the value of the Subject Property to be \$540,000.00.

7. Secured Creditor's Claim 16-1 shall be treated as an allowed secured claim in the amount of \$540,000.00 ("Allowed Secured Claim"). The remaining indebtedness of Claim 16-1 in the amount of \$201,727.27 shall be treated as an allowed non-priority general unsecured claim ("Allowed Unsecured Claim"). Secured Creditor shall be permitted to file a non-priority general unsecured proof of claim for this amount, but Secured Creditor is not required to do so in order to receive general unsecured pro rata distributions under Debtors' confirmed Plan or Amended Plan.

8. The Debtors shall pay the Total Allowed Secured Claim of \$540,000.00 amortized over 30 years with interest at a rate of 5.25% per annum, which equates to a principal and interest payment of \$2,981.90. Payments shall commence on the first day of the first full

1 month following the effective date of the confirmed Chapter 11 Plan of Reorganization and
2 shall continue in equal monthly payments thereafter, until paid in full. Though the secured
3 claim is amortized over 360 months, the final payment of any remaining balance of the secured
4 claim shall be due no later than on June 1, 2037 (approximately 22 years), unless the Total
5 Allowed Secured Claim is paid in full at an earlier date. The maturity date pursuant to the terms
6 of the original promissory note is June 1, 2037, and this term is not being modified by the
7 subject Stipulation.

8 9. An escrow impound account associated with the Subject Loan for payment of
9 real property taxes and/or real property hazard insurance ("Escrow Payments") shall remain in
10 place. Escrow Payments shall commence on the same date payments on the Total Allowed
11 Secured Claim shall commence, and shall continue until the Total Allowed Secured Claim is
12 paid in full under the terms of this Stipulation. The current amount of the Escrow Payments are
13 \$818.37 and may change from time to time pursuant to the terms of the Subject Loan.

14 10. All payments shall be made by the Debtors to Secured Creditor via regular mail
15 at:

16 Ocwen Loan Servicing, LLC
17 Attn: Cashiering Department
18 1661 Worthington Rd
19 Suite 100
20 West Palm Beach, FL 33409

21 or such other address subsequently designated by Secured Creditor in writing to the Debtors.

22 11. Once the Total Allowed Secured Claim of \$540,000.00, plus any accrued but
23 unpaid post-confirmation interest, fees and/or costs, is paid in full pursuant to the terms of this
24 Stipulation, Secured Creditor shall immediately release any and all rights or interests it may
25 have in the Subject Property.

26 12. The Debtors may prepay the amounts due on the Total Allowed Secured Claim
27 without penalty at any time. Further, the Debtors may sell the Subject Property at any time
28 without penalty, so long as the sale proceeds are sufficient to pay off the balance of the Total
29

1 Secured Claim plus any accrued post-confirmation interest, fees and/or costs at the time of the
2 close of escrow for the proposed sale. If a proposed sale will not pay off the Total Allowed
3 Secured Claim plus any accrued post-confirmation interest, fees and/or costs ("Short Sale"),
4 then such a proposed sale shall be at the discretion of Secured Creditor. A Short Sale may only
5 proceed with the express written consent of Secured Creditor.

6 13. If the Debtors defaults under this Stipulation, then Secured Creditor shall provide
7 written notice to the Debtors and, if the Debtors have not received a discharge, also to Counsel
8 for the Debtors, indicating the nature of the default. If the Debtors fails to cure the default with
9 certified funds after the passage of 30 calendar days from the date of said written notice, then
10 Secured Creditor shall be entitled to relief from the Automatic Stay pursuant to 11 U.S.C. §362
11 of the Bankruptcy Code upon filing a notice and declaration of default and failure to cure same
12 with the Court (if the Debtors have not received a discharge) and to the Debtors. In this event,
13 Secured Creditor may submit an ex-parte order for relief from the automatic stay after said
14 notice/declaration are filed with the Court.

15 14. In the event this case is converted or dismissed, this Stipulation shall become
16 null and void and Secured Creditor shall retain its lien in the full amount due under the Subject
17 Loan and the Automatic Stay shall be immediately terminated without further notice, order or
18 proceeding of the Court.

19 15. The terms of this Stipulation are contingent on the substantive consummation of
20 the Debtors' confirmed Plan. The terms of this Stipulation may not be modified, altered or
21 changed by the Plan, any confirmation order thereon, any subsequently filed Amended Chapter
22 11 Plan and confirmation order thereon without the express written consent of Secured Creditor.

23 16. The Debtors have filed a Chapter 11 Amended Plan, and confirmation is
24 pending. Should the terms of the Amended Plan or subsequent Amended Plan(s) and this
25 Stipulation conflict, then the terms of this Stipulation shall control. When the Debtors files a
26 Plan and any subsequent Amended Plan(s), the Plan(s) shall incorporate the terms and
27 conditions of this stipulation and accordingly, the treatment afforded to Secured Creditor herein.
28 In the event of a conflict between the terms of this Stipulation and terms of the Debtors' Plan or
29

later Amended Plan(s), then the terms of this Stipulation shall control the treatment of Secured Creditor's claim.

17. Secured Creditor's execution of this Stipulation shall constitute a ballot voting in favor of the Debtors' Chapter 11 Amended Plan and Secured Creditor shall be deemed to have voted in favor of the Amended Plan for both its Secured and Unsecured Claims.

18. Except as otherwise expressly provided herein, all remaining terms of the Promissory Note and Deed of Trust not modified herein shall remain in effect and shall govern treatment of Secured Creditor's Total Allowed Secured Claim.

19. Each party is to bear their own fees and costs.

IT IS SO STIPULATED:

McCARTHY & HOLTHUS, LLP

Dated:

by /s/ Michael W. Chen, Esq.
Michael W. Chen, Esq.
Attorneys for Secured Creditor

Dated: 6/23/15

by 
Bryan Wayne Goodman
Attorneys for Debtors

B-7

1 **Jaburg & Wilk, P.C.**
2 3200 N. Central Avenue, 20th Floor
3 Phoenix, AZ 85012
4 602.248.1000

5 Ronald M. Horwitz (005655)
6 rmh@jaburgwilk.com
7 Janessa E. Koenig (018618)
8 jek@jaburgwilk.com

9 Attorneys for Wells Fargo Bank, N.A.

10

11 **UNITED STATES BANKRUPTCY COURT**
12 **FOR THE DISTRICT OF ARIZONA**

13 In re:

14 MICHAEL PAUL TURNER and NANCY
15 M. TURNER,

16 Debtors.

17 WELL'S FARGO BANK, N.A. d/b/a
18 WELL'S FARGO DEALER SERVICES and
19 WELL'S FARGO AUTO FINANCE,

20 Movant,

21 vs.

22 MICHAEL PAUL TURNER and NANCY
23 M. TURNER, Debtors, and U.S. TRUSTEE,
24 Trustee,

25 Respondents.

26 In Proceedings Under
27 Chapter 11

28 Case No. 4:14-bk-01928-EWH

29 **STIPULATION REGARDING
30 TREATMENT AND PAYMENT OF
31 WELL'S FARGO BANK N.A.'S SECURED
32 CLAIM ON 2008 CHRYSLER TOWN &
33 COUNTRY**

34 **AND**

35 **FOR MODIFICATION OF THE
36 AUTOMATIC STAY**

37 This Stipulation Regarding Treatment and Payment of Wells Fargo Bank, N.A.'s
38 Secured Claim on 2008 Chrysler Town & Country and for Modification of the Automatic Stay
39 ("Stipulation") is entered into by and between Michael Paul Turner and Nancy M. Turner
40 (hereinafter referred to as "Debtors"), by and through their attorney of record, Bryan W.
41 Goodman, and Wells Fargo Bank, N.A. d/b/a Wells Fargo Dealer Services and Wells Fargo
42 Auto Finance (hereinafter referred to as "Wells Fargo"), by and through its attorney of record,
43 Janessa E. Koenig.

1 The parties hereby stipulate and agree as follows:

2 1. That on or about February 18, 2014, the Debtors filed a voluntary petition under
3 Chapter 11 of the Bankruptcy Code in the United States Bankruptcy for the District of Arizona,
4 and were assigned Case No. 4:14-bk-01928-EWH;

5 2. That Wells Fargo is the holder of a secured claim against the Debtors in the
6 approximate amount of \$6,770.70, plus accrued and accruing interest, fees and costs, which
7 claim is fully secured by a 2008 Chrysler Town & Country Limited Minivan, VIN#
8 2A8HR64X38R646467 ("the Town & Country");

9 3. That on or about August 5, 2014, Wells Fargo filed a Motion for Relief from the
10 Automatic Stay, with respect to the Debtors' default in their contract payments to Wells Fargo
11 for the Town & Country;

12 4. That on or about August 26, 2014 the Debtors filed a Response in Opposition to
13 Wells Fargo's Motion for Relief from the Automatic Stay;

14 5. That to date no other interested party has filed a response or objection to Wells
15 Fargo's Motion for Relief from the Automatic Stay;

16 6. That for the purposes of the Debtors' Chapter 11 Plan, Wells Fargo's claim
17 secured by the Town & Country shall be paid through the Debtors' Chapter 11 Plan in the
18 amount of \$6,770.70, with interest to accrue thereon at the contract rate of 5.74% per annum;

19 7. That the Debtors shall immediately commence making monthly adequate
20 protection payments to Wells Fargo, in the amount of \$165.75 per month, commencing on
21 October 1, 2014 and continuing on the 1st day of each consecutive month thereafter until
22 regular Plan payments are made to Wells Fargo under a confirmed Plan of Reorganization;

23 8. That Wells Fargo shall not be required to release its lien on the Town & Country
24 until Wells Fargo has been paid in full on its secured claim as provided herein;

25 9. That the Debtors shall maintain insurance on the Town & Country, as required
26 by the parties' Motor Vehicle Retail Installment Sales Contract and Purchase Money Security
27 Agreement ("the Contract");

28

1 10. That in the event the Debtors fail to tender any adequate protection payment or
2 plan payment as described in Paragraphs 6 and 7 above to Wells Fargo, and/or in the event the
3 Debtors fail to maintain insurance on the Town & Country, Wells Fargo may send a ten (10)
4 calendar day written notice to the Debtors and to their counsel relative to any delinquent
5 payment and/or insurance, and accordingly, for the purposes of this Stipulation, if the Debtors'
6 payments are not current, and/or if the required insurance is not obtained, by 5:00 o'clock p.m.
7 on the tenth calendar day following the date of mailing of written notice of default by Wells
8 Fargo to the Debtors and their counsel, the Debtors shall be deemed to be in default under this
9 Stipulation. The Debtors' right to Notice of a Default is expressly limited to two (2) events of
10 default. Upon the third event of default, Wells Fargo may set a hearing at which it will request
11 that the automatic stay be lifted as to Wells Fargo and the Town & Country;

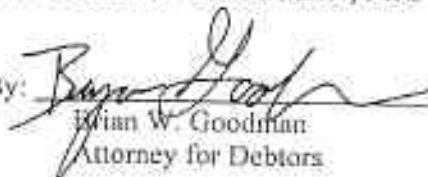
12 11. That in the event a payment is not timely made and not timely cured as
13 previously set forth herein, and/or insurance is not maintained on the Town & Country, Wells
14 Fargo may set a hearing at which it will request that the automatic stay be lifted as to Wells
15 Fargo and the Town & Country;

16 12. That the provisions of this Stipulation relative to the lifting of the automatic stay
17 as set forth in Paragraphs 10 and 11 above shall be effective in the event the Debtors'
18 bankruptcy case is converted to any other chapter of the Bankruptcy Code, and/or any
19 subsequent bankruptcy proceedings filed by or against the Debtors; and

20 13. That the terms of this Stipulation and the Order approving the same shall be
21 incorporated into the Order approving the Debtors' final Chapter 11 Plan approved by this
22 Court.

23 IT IS SO STIPULATED:

24 GOODMAN & GOODMAN, PLC

25 Dated: 9/17/14
26 By: 
27 Brian W. Goodman
28 Attorney for Debtors

JABURG & WILK, P.C.

Dated: 9/13/14

By:

Janesse E. Koenig

Attorney for Wells Fargo Bank, N.A.

COPIES of the foregoing mailed this
7th day of September, 2014 to:

Michael Paul Turner
Nancy M. Turner
7855 E. 34th Street
Tucson, AZ 85710

10 Bryan Wayne Goodman
Goodman & Goodman, PLC
11 7473 E. Tanque Verde Road
Tucson, AZ 85715
12 Attorney for Debtors

U.S. Trustee
Office of the U.S. Trustee
230 North First Avenue
Suite 204
Phoenix, AZ 85003

16 Christopher J. Pattock
17 Office of the U.S. Trustee
230 North First Avenue
18 Suite 204
Phoenix, AZ 85003

19 Lit of Twenty Largest Creditors
As set forth on Exhibit "A" hereto

Jabbury & Will, PC

Exhibit A

Case 4:14-bk-01928-SHG Doc 96 Filed 09/17/14 Entered 09/17/14 13:56:19 Desc
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United States Bankruptcy Court
District of Arizona, Tucson Division

IN RE:

Turner, Michael Paul & Turner, Nancy M
 Debtor(s)

Case No. 14-bk-1928

Chapter 11

LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Following is the list of the debtor's creditors holding the 20 largest unsecured claims. The list is prepared in accordance with Fed. R. Bankr. P. 1007(d) for filing in this chapter 11 [or chapter 9] case. The list does not include (1) persons who come within the definition of "insider" set forth in 11 U.S.C. § 101, or (2) secured creditors unless holding the 20 largest unsecured claims, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. § 112 and Fed. R. Bankr. P. 1007(m).

(1) Name of creditor and complete mailing address including zip code	(2) Name, telephone number and complete mailing address, including zip code, of employee, agent or department of creditor familiar with claim who may be contacted	(3) Nature of claim (trade debt, bank loan, government contract, etc.)	(4) Indicate if claim is contingent, unliquidated, disputed or subject to setoff	(5) Amount of claim (if secured also state value of security)
OCWEN LOAN SERVICING LLC 3451 Hammond Ave Waterloo, IA 50702-5348				740,080.00 Collateral: 555,000.00 Unsecured: 185,080.00
CHASE PO Box 24696 Columbus, OH 43224-0696				79,399.00 Collateral: 555,000.00 Unsecured: 79,399.00
WELLS FARGO PO Box 10336 Des Moines, IA 50306-0336				108,458.00 Collateral: 70,000.00 Unsecured: 38,458.00
SETERUS 14523 SW Millikan Way Ste 170200 Beaverton, OR 97005-2344				177,795.00 Collateral: 152,000.00 Unsecured: 25,795.00
SETERUS 14523 SW Millikan Way Ste 1270200 Beaverton, OR 97005-2344				174,409.00 Collateral: 150,000.00 Unsecured: 24,409.00
BANK OF AMERICA 4161 Piedmont Pkwy Greensboro, NC 27410-8110				113,694.00 Collateral: 92,000.00 Unsecured: 21,894.00
BANK OF AMERICA 4161 Piedmont Pkwy Greensboro, NC 27410-8110				20,625.00 Collateral: 555,000.00 Unsecured: 20,625.00
DEPARTMENT OF EDUCATION FEDLOAN SERVICING PO Box 630210 Atlanta, GA 30363-0210				20,000.00
WELLS FARGO PO Box 10336 Des Moines, IA 50306-0336				141,721.00 Collateral: 126,000.00 Unsecured: 15,721.00

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BANK OF AMERICA 4161 Piedmont Pkwy Greensboro, NC 27410-8110	138,061.00 Collateral: 125,000.00 Unsecured: 13,061.00
Henelee Schwartz PLC 8150 N Central Expy Ste 850 Dallas, TX 75208-1899	12,000.00
BARCLAYS BANK DELAWARE 700 Prudential Xing Newark, DE 19713-6102	7,890.00
WELLS FARGO PO Box 1697 Winterville, NC 28590-1697	8,982.00 Collateral: 6,000.00 Unsecured: 2,982.00
CITI CARDS PO Box 8241 Sioux Falls, SD 57117-8241	2,000.00
ARIZONA CENTRAL CREDIT PO Box 11650 Phoenix, AZ 85081-1650	1,000.00
AMERICAN EXPRESS PO Box 981637 El Paso, TX 79908-1637	800.00
BYL COLLECTION SERVICES 301 Lacey St West Chester, PA 19382-3727	44.00

DECLARATION UNDER PENALTY OF PERJURY BY INDIVIDUAL DEBTOR

I declare under penalty of perjury that I have read the foregoing list and that it is true and correct to the best of my information and belief.

Date: <u>February 25, 2014</u>	Signature <u>/s/ Michael Paul Turner</u> of Debtor	Michael Paul Turner
Date: <u>February 25, 2014</u>	Signature <u>/s/ Nancy M Turner</u> of Joint Debtor (if any)	Nancy M Turner

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